

Revised 4/15/03
msh

FORM MR-AR
(Revised 3/98)

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

During 2002 we disturbed an additional 2.4 acres of land in preparation for the Sterling #1 mine. We have also made an ore bin installation near the old Main #2 Mine site which takes in about 0.5 acres.

5. How much additional acreage was disturbed during the past year? Approx. 3 acres.
6. How much acreage was reclaimed during the past year. None
7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

We have started reclamation of two mines on the Independent vein, (Ind. #3, and Ind. #4). The surface structures have been removed and most of the area has been cleaned up, with re-seeding projected for fall of 2003.

8. What is the total disturbed acreage of entire project at years end? 13 acres.
9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

Z.C.M.C. will continue mining in the year 2003. Reclamation activities will continue on the Ind. #3 & #4 sites.

NOTE: Section III., "Additional Information" applies only to large mining operations.

III. Additional Information

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.
2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. Signature Requirement

I hereby certify that the foregoing is true and correct.

Name (Typed or Printed):

Stan Wagner

Title of Operator:

Mine Superintendent

Signature of Operator:

Stan Wagner

Date:

January 15, 2003